CALIFORNIA ENERGY COMMISSION

1516 NINTH STREET SACRAMENTO, CA 95814-5512

February 8, 2002

Dear: Retail Provider:

Subject: Power Source Disclosure and Customer Credit Program's Annual Reporting Requirements

I am sending you this letter to remind you of the additional reporting requirements if you have made claims of Specific Purchases in 2001 and alert you to the up coming dates:

Report/Filing	Due Date
2001 Annual Retail Providers Report (to Energy Commission)	March 1, 2002
2001 Annual Power Content Label (to Customers) ⁱ	April 15, 2002
Independent Audit/Verification of 2001 Annual Power Content Label and Annual Report (to Energy Commission)	June 1, 2002

As someone involved with the Power Source Disclosure Program and/or the Customer Credit Program you are probably familiar with the general statutory and regulatory requirements of SB 1305 (Stats. 1997, Ch.796, § 1) and implementing regulations regarding retail disclosure. All retail providers of electricity including - Municipal Utilities, Irrigation Districts, and Joint Power Authorities - serving California consumers are subject to provisions mandating at least quarterly disclosure of fuel mix information to consumers and the California Energy Commission. Every retail provider who offers to sell electricity consumed in California and makes any claims that its sources differ from the "Net System Power" shall disclose these sources as Specific Purchases and is subject to additional requirements.

A copy of the following: a) Notes to Retail Providers, b) Sample Annual Report Forms and c) the Verification Protocol is included with this letter sent to retail providers identified as actively participating in the Power Source Disclosure Program and/or in the Customer Credit Program. If you did not receive these documents, they are available at the Energy Commission website, <www.energy.ca.gov/sb1305> or from me at:

Retail Provider 02/08/02 Page 2

> Drake Johnson California Energy Commission 1516 Ninth Street, MS-45 Sacramento, CA 95814

I hope that this letter has been an effective reminder of the upcoming reporting requirements. As always, the Energy Commission staff is available to answer any of your questions. Power Source Disclosure questions should be directed to Drake Johnson at (916) 653-5898 or <di>djohnson@energy.state.ca.us
If you have questions regarding the Customer Credit Program, please direct them to Heather Raitt (916) 654-4735 or <hraitt@energy.state.ca.us

Sincerely,

Drake Johnson
Power Source Disclosure Program
Technology Systems Division

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2

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ⁱ Retail providers that discontinue service to customer during year 2001 are still required to an annual label to their customers served during 2001.

For a description of the retail disclosure requirements in the Public Utilities Code and the California Code of Regulations, see the "Retail Disclosure in Plain English" document on the Energy Commission's website at http://www.energy.ca.gov/regulations/retail_disclosure.html or contact the Energy Commission at the phone number / e-mail address given at the end of this letter.

iii See Title 20 §1393 (c) (2) & (3), §1394 (a) (2) (D) of the California Code of Regulations

iv Net System Power is defined as "the mix of electricity fuel source types established by the California Energy Resources Conservation and Development Commission representing the sources of electricity consumed in California that are not disclosed as specific purchases." (Public Utilities Code, Section 398.2(c))

Specific Purchases are defined as "electricity transactions which are traceable to specific generation sources by any auditable contract trail or equivalent, such as a tradable commodity system, that provides commercial verification that the electricity source claimed has been sold once and only once to a retail consumer." (Public Utilities Code, Section 398.2(b))